

Bora Research - Weekly Market Review (10-Feb-23)

WEEKLY MARKET HEADLINES

- **Central Bank explains funding Government's 2022 budget deficit with ₵44.5bn;** The Central Bank said, amongst others, that GH₵ 37.9 billion, representing overdraft extended to Government, was solely meant for the purpose of addressing auction shortfalls and paying customers whose bonds had matured and for which Government did not have adequate resources. ([BoG](#))
- **Domestic Debt Exchange Programme (DDE) likely to weigh down on balance sheet of commercial banks – Fitch Solutions;** The rating agency stated that the impact of the DDE on the balance sheets will consequently reduce credit to the private sector which will in turn impact on the real sector of the economy. ([Fitch](#))
- **Government hopeful that the DDE will hit target minimum level of participation;** Notwithstanding the administrative window, the market anticipates moderate subscription to Exchange as it gears towards short term investments (91-Day treasury Bills). ([Bora Research](#))

FIXED INCOME MARKET

- Treasury bills oversubscribed by 121.4% at the end of this week's auction.

Government of Ghana Treasury Bill Rates (%)				
Instrument	10 Feb 23	03 Feb 23	WoW	YTD
91-Day	35.73	35.75	▼-0.03%	▲ 0.21%
182-Day	35.84	35.81	▲ 0.10%	▼ -0.28%
364-Day	35.62		-	▼ -0.81%

Bora Purchase Rates for Clients		
Instruments	Min. Yield (%)	Max. Yield (%)
Under 182 Days	32.00	36.00

EQUITIES MARKET

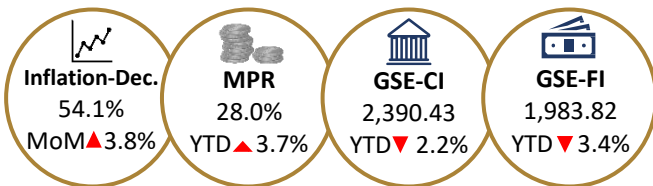
- The stock market gained ▲ 2.04% at the end of the trading week, recovering some losses over the past weeks;
- Trading values and volumes were higher compared to the previous week's levels;
- BOPP (▲ 9.66%; GH₵9.65) was the highest price gainer while GCB (▼ 10.26%; GH₵3.15) was the biggest price laggard.

UPCOMING EVENTS

- 🏠 Settlement for GoG Domestic Debt Exchange Programme | 14th Feb. 2023

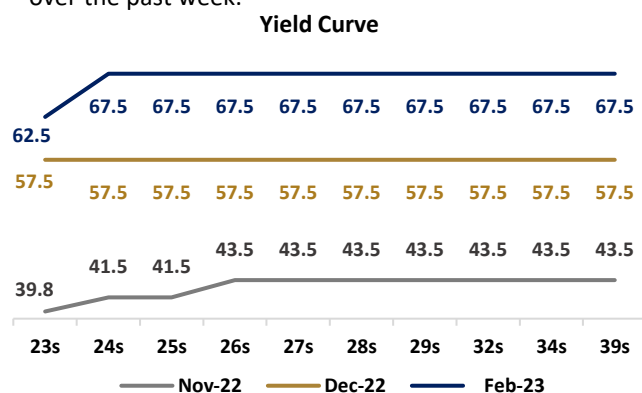
* **WoW** – week on week **MoM** – month on month **YTD** – year-to-date

KEY ECONOMIC INDICATORS



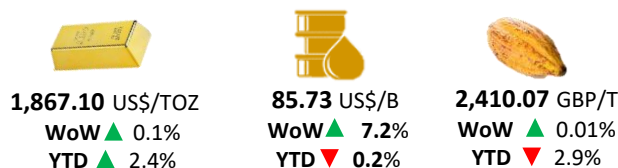
TREASURY YIELD CURVE

- Volume trades on the secondary market, although has been trending low since the announcement of the domestic debt exchange, realized a substantial increase over the past week.



COMMODITIES

- Brent crude oil prices headed for a weekly gain, as Russia announced plans to reduce oil production next month.



CURRENCIES



Source: Bloomberg, xe.com

QUOTE OF THE WEEK

"Money will not create money itself without creativity."
— **Hendrith Vanlon Smith Jr.**